

March 13, 2009

Mr. David Lacey
Oregon Department of Environmental Quality
2020 SW Fourth Avenue
Portland, OR 97201

**Subject: Swan Island Upland Facility
Quarterly Progress Report – December 16, 2008 through March 15, 2009
ECSI No. 271**

Dear Mr. Lacey:

The purpose of this letter is to provide the Oregon Department of Environmental Quality (DEQ) with a quarterly progress report on behalf of the Port of Portland (Port) for the Swan Island Upland Facility (Facility). This letter satisfies the requirements of the Voluntary Cleanup Program (VCP) Agreement for Remedial Investigation and Source Control Measures, effective July 24, 2006, which includes the following for the reporting period December 16, 2008 through March 15, 2009:

- Actions performed under the VCP Agreement
- Other actions completed in the reporting period
- Data generated
- Problems experienced and resolution
- Actions scheduled for the next reporting period (March 16 through June 15, 2009)

Actions Performed Under the VCP Agreement:

- Completed the first of four Operable Unit 3 (OU3) storm water sampling events on February 23, 2009.
- Continued implementation of the OU3 storm water sampling program.
- Submitted the Operable Unit 1 (OU1) Human Health Risk Assessment on March 5, 2009.

Other Actions Completed in the Reporting Period:

- None during the reporting period.

Data Generated:

- Final laboratory analytical data for the riverbank soil samples.

Problems Experienced and Resolution:

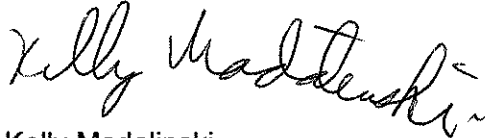
- None

Actions Scheduled for the Next Reporting Period (March 16 through June 15, 2009):

- Continue implementation of the OU3 storm water sampling program.
- Submit an interim data summary email for the February 23, 2009 sampling event within 30 days following receipt of the final laboratory data reports.
- Submit the Operable Unit 2 (OU2) Riverbank Soil Sampling and Pipe Abandonment Letter.
- Work on the OU2 Human Health Risk Assessment.
- Work on the Source Control Evaluation for OU2.
- Work on the Level II Ecological Risk Assessment for OU2.
- Meet with DEQ to discuss the status of the Operable Unit 4 No Further Action determination request.
- Port will assist DEQ with response to Environmental Protection Agency comments on Source Control Decision for OU3.

Please call me if you have any questions regarding this progress report.

Sincerely,



Kelly Madalinski
Environmental Project Manager

c: Kristine Koch, EPA
Erik Muller, Pacific Rock Products
David Ashton, Port
Suzanne Barthelmess, Port
Richard Vincent, Port
Stu Brown, Bridgewater Group
Michael Pickering, Ash Creek Associates
Mark Lewis, NewFields
LWP File